G. R. S. 58]

Previous references.

File No. 55-15

1915-16
(G.F.)

Serial Nos. 1 and 2

Later references.

G.F. 55-15 ff 304.
" B. Aug 16.
" 46-16 (1+3).
G.F. 32-17 (1+3)
G.F. 32-17 ff 619. B. June 18

f. 95=E

GENERAL AND REVENUE SECRETARIAT.

G.F. 10-20-73 ff 85
G.F. 11-22 ff 385

G.F. 267. 26. 1611

Serial Nos. 1 and 2

Part B for March 1916

SUBJECT.

Feeder and collecting Savings Banks.

Sl. 1. Proposal

Forwards for consideration and orders a note on "Feeder and collecting Savings Banks-

Sl 2. H. Order:-

Sanctions the formation of Feeder Savings Banks in Govt offices and Schools-

Sd. Parthasarthi Rao
28-4-1916.

W D 1351—GPB—20,000—13-12-15

G. R. S. 11] 1915-16

GENERAL AND REVENUE SECRETARIAT.

(Ag) Finance

NOTES.

File No. 53

FILE HEADING.

Feeder & collecting Savings Banks.

From

The Comptroller

No. 15-75/R82 Dated 26. 8. 15 Received 27. 8. 15

Diary No. 705	Enclos. 1	Spare Copies.	Serial No. 1

BRIEF ABSTRACT OF LETTER.

Forwards for consideration & orders his letter on 'Feeder & collecting Savings Banks'

NOTES AND ORDERS.

Subd. Taken with the Village Savings Bank now under consideration of Govt at the recommendation of the Economic Conference the present

30/8.

NOTES—First Sheet.

GPB—20,000—8-8-14

Serial No.

proposal for Feeder & collecting Saving Banks form a comprehensive scheme for the benefit of the people to bank their small Savings with safety & profit to themselves. Unless in the form of usury, as it is, there is no scope for the investment of small savings of the people & consequently no inducement to mind the small coins either. The people are quite aware that money breeds money, only unlike the fish there is no ~~other~~ institution ready to hand to gather them all, make it substantial & make it pay - with the poor the small monthly Savings are hoarded either in coin or converted into trinkets - with the middle classes it is wasted annually - ~~The~~ Both are unproductive. The proposals now made are with a view to tap these resources now practically wasted & make it paying & useful.

If the Village Banks are form-

NOTE—Contn. sheet.

GPB—20,000—30-6-15

G. R. S. 12]

General and Revenue Secretariat. | C. 1 | File No. 55 of 1915

Serial No.	
	rural areas the present proposal is clearly meant for the urban. It is therefore for consideration why these different schemes should not be coordinated & considered as one whole instead of being dealt with piecemeal.
	3 There seems to be a real 1-9 necessity for village Savings Banks as in Villages, there ~~is no Opp~~ are no Banks at present in which Small Savings could be deposited. But the necessity for feeder banks in (1) post offices (2) Schools & (3) at large towns like HL HQ Quarters does not seem to be so real or pressing. In the case of towns to which the latter relate, Savings Banks do exist and the effect of these rules is to make them more easily accessible.
	4 As an experimental measure the rules relating to post offices may be applied & any post office desiring so may adopt them and institutions of the kind suggested may be tried in one or two HL HQ Quarters preferably Bangalore and Mysore. The Institutions for Schools are not very necessary & are of doubtful utility. They may be postponed for the present

NOTE—Contn. sheet.

GPB—20,000—30-6-15

Research

G. R. S. 12]

General and Revenue Secretariat. | File No. 55 of 191

Serial No. 5

1) The principles may be generally approved and the Comptroller authorized to open experimental institutions of all classes in consultation with heads of departments and Dy Comms.

2) A sum of Rs 20000 recommended from the Dasara Secretariat may be placed at the Comptrs disposal for the purpose.

3) Unless free scope is given to conduct (under proper care & supervision) Economic experiments like this we shall never be able to induce a change for the better in the economic condition & habits of the people.

M
10/11
(1st Member)

4) Banks in Offices and in Schools may both be kept if the heads of the institutions are willing to take up the work. The School banks are likely to serve as an education to some extent.

7 The collecting banks seem to be institutions of a more doubtful nature. If an estimate of cost for each of such institutions is

NOTE--Contn. sheet.

GPB—20,000—30-6-15

V. S Banks

Freer Banks-

G. R. S. 12]

General and Revenue Secretariat. | S. F. File No. 55 of 1915

Serial No.

is made out, the subject may be further considered.

H
15/11/15

6 The entire expenditure on account of a school or office savings association will be between Re 1/- to Rs 5/- per vide para 5 of the introductory note (page 2 of printed pamphlet). It would be quite possible in most cases to meet this small item out of the contingent grant of the office concerned.

A collecting savings Bank may cost Rs 300/- per annum thus:

	Rs
Official in charge @ 20/- per	240
Commission on Rs 10,000 @ ½%	50
Miscellaneous	10
	300

9 If the Comptr is given a sum of Rs 2000/- as suggested in my note of 10.11.1915 he can open a few experimental Banks of each kind and report the result to Govt & make proposals for further extension by the but the experimental method scheme. There is no other way of dealing

NOTE—Contn. sheet.

GPB—65,000—17-5-12.

. R. S. 12]

General and Revenue Secretariat. | File No. 57 of 1915

Serial No.

like this
with ~~these~~ proposals which aim at improving the economic habits & ideas of the general masses.

17/11

(1) For disposal by circulation. (Diwan in Council)

Dmy
17/11

(2) may be considered at a meeting after circulation

27/11

29.11.15

I am not for Feeder banks being started at present. The other proposal may be sanctioned.

2/12/15 Dmy 3/12

Diwan)

Dmy 3/12

(3) This may be discussed at a meeting

2 Council

3.12.15

CS.

10/12/15

2819
4.12.15

NOTE—Contn. sheet.

GPB—20,000—30-6-15.

Extract from the Proceedings of the 369th Meeting of the Council of His Highness the Maharaja, held at Bangalore on the 22nd December 1916.

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14 9. SUBJECT. - (Clause viii of the Schedule).

Comptroller's note on "Feeder and Collecting Savings Banks".

OPINION OF THE COUNCIL.

15 Branch savings banks may be started in schools, offices and other similar institutions where satisfactory arrangements can be made; the proposal for starting Collecting Banks may be deferred for the present.

Sd. M.Visvesvaraya,
Dewan of Mysore.

"EXTRACT"

Secretary to Government,
General Department.

W. D. 1364—GPB—500—14-12-15

G. R. S. 12]

General and Revenue Secretariat.

G.F. File No. 55 of 1915.

705

Serial No.

17 Extract from the Proceedings of the Council is put up.

Forwarded with compliments to the ~~Secretary to Government~~ Financial Secretary to Govt. for favour of necessary further action.

By Order,

29/12/15

Secretary to Government,
General Department.

D&N

G.3

A/S Fin

15 Please prepare an explanatory & full draft on the lines of the note on page 2 of the printed booklet and a brief submission note -

5/1

19 Put up rdy drafts as revised

12.1.16

W Submd.

12/1 Reserved)

13.1.16

TOLD

(2nd member)

17/1

Gd back from Asst Secy

21 As a final note by the 1st member is to be put in the case, the original draft submn note is revised and draft final note & Submission rdy are put up.

18.1.16

Reserved

1643

NOTE—Contn. sheet.

W. D. 135—GPB—200—29-7-15

Vide box of 1st member's order on the draft

24/1 Typed

(1st member)

Sd
20/1

Final Note by the First Member of Council.

Subject:— The Government Comptroller's proposal for the establishment of " Feeder and Collecting Savings Banks."

---

27 With a view to extend the scope of operations of the Government Savings Banks and to afford the public greater facilites for accumulating savings than are available at present, Mr. Chakravarthi prepared a printed note containing detailed proposals for the establishment of (I) collecting Savings Banks in urban areas and (2) Savings Associations in large institutions like schools, public offices and factories.

28 The note was considered at the last session of the Economic Conference but apparently under some misapprehension as to its proper scope, it did not find support.

29 The Scheme is now submitted by the Comptroller for consideration and orders of Government.

30 In his note, the Financial Secretary says that the extra expenditure on account of a school or office Savings Association need not be more than Rs5 which may be met in most cases out of the contingent grant of each office I doubt if collecting banks as proposed are of great use, and they may cost more than the results

STATEMENT OF CASES SUBMITTED FOR THE ORDERS OF HIS HIGHNESS THE MAHARAJA DURING THE TOUR OUTSIDE THE STATE IN February **1916.**

Serial No.	Subject	Recommendation of Council, or Member of Government in charge, as the case may be	Dewan's recommendation	Orders of His Highness	Orders regarding submission of files (*vide* foot-note)
92	Proposal to open feeder and collecting Savings Banks in Urban areas.	Brahch savings banks may be started in schools and other similar institutions where satisfactory arrangements can be made; the proposal for starting collecting Banks may be deferred for the present.	The recommendation of the Council may be sanctioned. The efforts of the Financial Secretary in initiating and pushing through the scheme deserves commendation. & 16.2.16 Do		"C" Jm 25.2.16

NOTE.—The letter a, b or c may kindly be inserted by the Private Secretary to His Highness in the last column to indicate whether—

File may be submitted at once ... ... a
File may be submitted after His Highness' return ... ... b
File may not be submitted at all c

W D 1860—GPB—200—25-1-16

Submitted to His Highness.

33 I submit herewith a Final note by the First Member of Council regarding the proposal to open feeder and collecting Savings Banks in urban areas.

34 2. I solicit His Highness's approval to the recommendation of the Council to start branch banks in schools, offices and similar institutions, wherever satisfactory arrangements are possible. The efforts of the Financial Secretary in initiating and pushing through this scheme deserve commendation.

A. Vijiaraghavan
16th Feb 1916.

. R. S. 12]

General and Revenue Secretariat.

File No. 55 of 1915.

Serial No.	
2	To The Comptroller, Mysore Govt The other Heads of Departments The Deputy Commissioners of Dists No Fl 4457-506 Dt 8-3-1916. " " Sanctions the formation of Feeder Savings Banks in Govt Offices and Schools.

NOTE—Contn. sheet.

GPB—20,000—30-6-15.

C. O. 16—GI 16]

GPB—10,000—31-5-15

In future communications on the subject, the No. and date of this letter and the distinguishing letters below the number may be quoted. All communications to be addressed to
The Comptroller, Mysore Govt.
Window Delivery No. 12, Bangalore.

From

DIWAN BAHADUR
J. S. CHAKRAVARTI, ESQ., M.A., F.R.A.S.,
ETC.,
Comptroller to the Govt. of
H. H. the Maharaja of Mysore.

To

The Secretary to the Govt.
Financial Department
Bangalore

Dated

Despatched 26/8/16

Received

General No. 1575
No.
R 82

Enclosure No. one book

Forwarding a book of
Feeder & Collecting
Savings Bank.

DIARY No. 705

GPB—5,000—8-5-15
C. O. 44—Rec. 19]

In future communications on the subject, the No. and date of this letter and the distinguishing letters below the number as given opposite, may be quoted. All communications to be addressed to the Comptroller, Mysore Government. Window delivery No. 6, Bangalore.

No. 1575 / R 82

10/15-10-16
SECTION G.R
53-15
1

OFFICE OF THE COMPTROLLER TO THE GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

Dated Bangalore, the 26th August 1915.

FROM

DIWAN BAHADUR J. S. CHAKRAVARTI, ESQ., M.A., F.R.A.S., ETC.,
Comptroller to the Government of His Highness the Maharaja of Mysore.

To

The Financial Secretary,
to Government,
BANGALORE.

SIR,

I have the honour to forward herewith for consideration and orders of Government a note on ' Feeder and Collecting Savings Banks . The subject was considered at the last session of the Mysore Economic Conference but as the scheme was not properly understood, the Conference did not record a favourable vote on it.

I have the honour to be,
Sir,
Your most obedient servant,

J Chakravarti

Comptroller.

Proceedings of the Government of H.H. the Maharaja of Mysore.

Read:-

Letter No.1575/R.82 dated 26th August 1915 from the Comptroller forwarding for orders of Government the following note on Feeder & Collecting Savings Banks.

(Here enter note).

****

Order thereon No. Fe 4457-506 G.F. 5345-2

Dated Bangalore, 8 March 1916.

The note prepared by Mr. Chakravarti contains detailed proposals with draft rules for the establishment in urban areas of -

1) Separate Branch Banks under the designation of Savings Associations in large institutions like schools, public offices and factories, and

2) Collecting Savings Banks for the benefit of smaller institutions and of the general public.

2. It is explained that the rules for Savings Banks in the public offices have been found to work satisfactorily in the Comptroller's office when an Association of this kind has been

started and had on its rolls on 1st June 1915, 169 members with aggregate deposits amounting to Rs.741-12-0.) The rules proposed for schools seem to be quite suitable.

3. To facilitate the establishment of Savings Associations in all large institutions the following concessions are recommended:-

a) ~~Premium~~ Permission to withdraw once a week.

b) Free supply of account books, cash book, ledger and balance register.

c) An allowance to the clerk in charge of the Savings Association in all Government institutions in which such an association is started. The allowance may be Re.1 for every 30 members on the roll, the minimum being Re.1 and the maximum being Rs.5.

4. Government consider that such associations in offices and schools will afford facilities to depositors and encourage the habits of thrift among pupils of schools, and are pleased to direct that the Banks of the kind suggested may be started in offices and schools and other large institutions, at the discretion of the Heads of such institutions.

4. The proposal to start general collecting banks may be deferred for the present. Para 5 The Comptroller will arrange to start in consultation with the Heads of institutions concerned, savings Association in offices, schools factories and similar large institutions where satisfactory arrangements can be made to carry on the work. A report should be submitted at the end of the year regarding the progress achieved.

6. As regards the special concessions which the Comptroller considers necessary, Government are pleased to direct that the necessary forms and registers may be got printed at the Government Press and supplied to the institutions concerned by the Comptroller. Allowance to the clerks in charge may be paid ~~from~~ during the current year from the grant of Rs.2,000/- allotted in Govt. Order No. 2904-14/A+9.228-14-2 dated 22.12.1915. for the working of Village Savings Banks. In Govt. Order No. FC 3087-136/G.J 23-15-2 dated 7.1.1916. permission has already been given to all depositors to withdraw money from their Savings Banks accounts once a week.

Financial Secretary.

To

The Comptroller.
The other Heads of Departments.
The Dy. Commrs. of Districts.

28/1

V.N.

Government of His Highness the Maharaja of Mysore.

GENERAL AND REVENUE DEPARTMENTS.

G. O. No. Fl. 4457-506—G. F. 55-15-2, dated 8th Mar. 1916

Feeder Savings Banks.

Sanctions the formation of — in Government Offices and Schools.

W D 2292—GPB—15-4-16—400

Feeder Savings Bank.

No. Fl. 4457-506—G. F. 55-15-2, dated 8th March 1916.

PROCEEDINGS OF THE GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

GENERAL AND REVENUE DEPARTMENTS.

Read—

Letter No. 1575—R. 82, dated 26th August 1915, from the Comptroller, forwarding for orders of Government the following note on Feeder and Collecting Savings Banks.

1. A scheme of Village Savings Banks was considered by the Economic Conference last year and referred to the Industries and Commerce Committee. That Committee recommended the scheme to Government, and orders of Government sanctioning the proposal are shortly expected. According to this scheme Village Savings Banks will be started in selected rural areas, and if they prove useful the scheme will be extended throughout the State.

2. The present proposal relates to the establishment of Feeder Savings Banks in urban areas. Separate Branch Banks under the designation of Savings Associations being established in large institutions like schools, public offices and factories, and Collecting Savings Banks for the benefit of smaller institutions and of the general public.

3. A set of rules suitable for Savings Associations for public offices has been drawn up (*vide* annexure A) and it has been found to be suitable by actual working for some months in the Comptroller's Office. The Comptroller's Office Savings Association had 169 members on its rolls on 1st June 1915 the aggregate deposits amounting to Rs. 741-12-0. The members consist of all classes from gazetted officers to menials.

4. Another set of rules suitable for schools has also been drawn up (*vide* annexure B) and it has been pronounced to be suitable by eminent school authorities. Some large schools in the State are about to adopt the scheme.

5. To facilitate the establishment of Savings Associations in all large institutions the following concessions are needed.—

(*a*) Permission to withdraw once a week.

(*b*) Free supply of account books, cash book, ledger and balance register.

(*c*) An allowance to the clerk in charge of the Savings Association in all Government institutions in which such an association is started. The allowance may be Re. 1 for every 30 members on the roll, the minimum being Re. 1 and the maximum being Rs. 5.

6. To meet the requirements of smaller institutions who cannot establish Savings Associations of their own and also for facilitating deposits by the general public, Collecting Savings Banks may be established at headquarters and other important towns. A set of rules for the working of such banks has also been drawn up. (*Vide* annexure C—not printed.)

7. The rules do not claim to be perfect and any modifications suggested by members may be discussed. As detailed rules like these cannot be effectively discussed unless placed before the members in time, they are printed and herewith circulated for consideration so that members may come forward with suggestions. Further improvement in the rules may be effected as suggested by experience in actual working. if the Conference approve of the scheme generally it may be sent up to Government with their recommendation for adoption.

ANNEXURE A.

Savings Association Rules for Government and other Offices.

PART I.

General Rules of Procedure.

1. *Who may deposit*—All members of the Office including gazetted officers, accountants, clerks and menials may deposit money in their own names.

2. *What may be deposited.*—They may deposit any sum not less than 4 annas and not involving fractions of an anna and not more than Rs. 10 at a time. But there is no limit to the aggregate amount that may be held at the credit of each depositor.

3. *Deposits how held.*—The sums deposited from time to time will be held in the name of the depositor and will be repayable to him with interest either wholly or in part as may be required.

4. *Hours of business.*—Transaction will be effected during office hours on all working days of the office.

5. *Interest on deposits.*—Interest is allowed on complete sums of two rupees at one pie per two rupees per calendar month; and will be calculated on the lowest balance at the credit of the depositor on any date between the close of the fourth day and the end of the month. The amount of interest will be added to each account once a year after the amount due is calculated.

6. *How to make deposits.*—At the beginning of each month, when pay is disbursed in the office, a clerk will be seated near the place of disbursement who will receive all sums paid for deposit and who will enter the amounts received in a cash book and simultaneously in the ledger folio of the party concerned. The depositor will sign his name in the ledger in token of his being satisfied that the amount tendered by him is brought on the accounts. No receipts will be given in acknowledgment of the amount. The Association clerk will be available also on other days of the month, to receive such sums as may be deposited.

7. *How to withdraw funds.*—A depositor may withdraw any sum not involving fractions of an anna at any time on any day during business hours. Such withdrawal is entered in the cash book by the clerk and noted simultaneously in the ledger where the party will sign against the entry in acknowledgment of the amount withdrawn. He will not be required to furnish any other receipt.

8. *Verification of balances.*—A depositor may examine the ledger folio relating to his account at any time and satisfy himself that the balance shown in his account is correctly entered. Each depositor is recommended to do so at least once a month and to record a certificate to that effect over his signature in the space provided for the purpose.

PART II.

OFFICE PROCEDURE.

The following books will be maintained by the clerk in charge of the Savings Association Account.

(*a*) Cash Book.
(*b*) Ledger.
(*c*) Balance Register.

2. When money is tendered for deposit or withdrawn from the Savings Association Account by any member, it will be entered on the receipt or expenditure side of the cash book according to the nature of the transaction with the name of the party and the date of the transaction.

3. It will be noted simultaneously in the ledger folio assigned for that member in the ledger in the column for deposits or withdrawals as the case may be and the party's signature taken against the entry. It is important to see that the party's signature is always taken in the ledger for each transaction, receipts and payments, as no receipt in acknowledgment of money received is given either by the depositor or the Association.

4. The entries in the cash book and ledger will be linked with each other, *i.e.*, the number of the ledger folio relating to each transaction will be noted in the cash book and page of the cash book relating to the entry noted in the ledger folio.

5. At the end of each day the entries on both sides of the cash book relating to the transactions of the day will be totalled up and the closing cash balance for the day noted at the end. This balance should be verified with the actual amount of cash at the hands of the clerk in charge.

6. The cash book will be examined every day by the head of the office or other officer deputed by him and all cash relating to these transactions will be in his personal custody.

7. Sums collected each day will be remitted the next day to the Treasury and deposited in the Government Savings Bank in an account opened in the name of the head of the office. As a special case amounts collected in office till 2 P. M., on the 4th of a month if it is not a holiday, will be remitted to the Treasury that day so as to carry interest. The Pass Book relating to this account will be in the custody of the officer in charge.

8. Once a month or oftener, if necessary, the balance standing in the ledger in favour of each depositor will be noted in the balance register in the order of the ledger folio. The entries in the register will be totalled up and the total verified with the balance held by the Association both in the Treasury Savings Bank account and in cash in the office.

ANNEXURE B.

PART I.

GENERAL RULES OF BUSINESS.

1. *Who may deposit.*—All pupils, the members of the teaching staff and other employees in the school including menials, may deposit money in their own names.

2. *What may be deposited.*—They may deposit any sum not less than one anna and not involving fractions of an anna and not more than Rs. 10 at a time. But there is no limit to the aggregate amount that may be held at the credit of each depositor.

3. *Deposits how held.*—The sums deposited from time to time will be held in the name of the depositor and will be repayable to him either wholly, or in part as may be required.

4. *Hours of business.*—Transactions will be effected during specified hours to be fixed by the Headmaster of the Institution on all days on which the school is opened.

5. *Interest on deposits.*—Interest is allowed on complete sums of two rupees at one pie per two rupees per calendar month. It will be calculated on the lowest balance at the credit of the depositor on any date between the close of the fourth day and the end of the month. The amount of interest will be added to each amount once a year after the amount is calculated.

6. *How to make deposits.*—The writer of the school, if there is one, or a member of the teaching staff as may be determined, by the Headmaster of the Institution will receive all sums paid for deposit and will enter the amounts received in a cash book and simultaneously in the ledger folio of the party concerned. The depositor will sign his name in the ledger in token of his being satisfied that the amount tendered by him is brought on the accounts. No. receipts will be given in acknowledgment of the amount except to young pupils who will be furnished with a receipt book as provided in Rule 8 below, and who will produce it when depositing money.

7. *How to withdraw funds.*—A depositor may withdraw any sum not involving fractions of an anna at any time on any day during the hours fixed as stated in Rule 4. Such withdrawal is entered in the cash book by the person mentioned in Rule 6, and noted simultaneously in the ledger where the party will sign against the entry in acknowledgment of the amount withdrawn. He will not be required to furnish any other receipt. Such of the pupils as are furnished with a receipt book as provided in Rule 8 will present the book when drawing money.

Savings Association Receipt Books of Younger Pupils.

8. To such of the pupils as are too young to be able to keep a watch over their accounts in the ledgers a separate receipt book will be supplied in which will be entered only the balance at the credit of the pupil after each transaction without any more details. This is intended simply to enable the pupil to know what amount he has at his credit. He must be asked to produce it each time he deposits and withdraws money. The Headmaster will fix the lowest classes or forms, pupils of which will be given separate pass books.

PART II.

Procedure.

1. The following books will be maintained by the person in charge of the Savings Association Account:—

(*a*) Cash Book.
(*b*) Ledger.
(*c*) Balance Register.

2. When money is tendered for deposit or withdrawn from the Association by any member, it will be entered on the receipt or expenditure side of the cash book according to the nature of the transaction with the name of the party and the date of the transaction.

3. It will be noted simultaneously in the ledger folio assigned for that member in the ledger in the column for deposits or withdrawals as the case may be and the party's signature taken against the entry. It is important to see that the party's signature is always taken in the ledger for each transaction, receipts and payments, as no receipts in acknowledgment of money received are given either by the depositor or the school.

4. The entries in the cash book and ledger will be linked with each other, *i. e.*, the number of the ledger folio relating to each transaction will be noted in the cash book and page of the cash book relating to the entry noted in the ledger folio.

5. At the end of each day the entries on both sides of the cash book relating to the transactions of the day will be totalled up and the closing cash balance for the day noted at the end. This balance should be verified with the actual amount of cash at the hands of the person in charge.

6. The cash book will be examined every day by the Headmaster of the institution and all cash relating to these transactions will be in his personal custody.

7. Sums collected each day will be remitted the next day to the nearest District or Taluk Treasury and deposited in the Government Savings Bank in an account opened in the official name of the Headmaster of the institution. As a special case amounts collected in the institution till 2 P.M., on the 4th of a month if it is not a holiday will be remitted to the Treasury that day so as to carry interest. The pass book relating to this account will be in the custody of the Headmaster of the institution.

8. Once a month or oftener, if necessary, the balance standing in the ledger in favor of each depositor will be noted in the balance register in the order of the ledger folio. The entries in the register will be totalled up and the total verified with the balance held by the Association both in the Treasury Savings Bank account and in cash in the school.

No. FL. 4457-506—G. F. 55-15-2, DATED 8TH MARCH 1916.

Order No. Fl. 4457-506—G. F. 55-15-2, dated 8th March 1916.

The note prepared by Mr. Chakravarti contains detailed proposals with draft rules for the establishment in urban areas of :—

(1) Separate Branch Banks under the designation of Savings Associations in large institutions like schools, public offices and factories, and

(2) Collecting Savings Banks for the benefit of smaller institutions and of the general public.

2. It is explained that the rules for Savings Banks in the public offices have been found to work satisfactorily in the Comptroller's office where an Association of this kind has been started and had on its rolls on 1st June 1915, 169 members with aggregate deposits amounting to Rs. 741-12-0. The rules proposed for schools seem to be quite suitable.

3. To facilitate the establishment of Savings Associations in all large institutions the following concessions are recommended:—

(*a*) Permission to withdraw once a week.

(*b*) Free supply of account books, cash book, ledger and balance register.

(*c*) An allowance to the clerk in charge of the Savings Association in all Government institutions in which such an Association is started. The allowance may be Re. 1 for every 30 members on the roll, the minimum being Re. 1 and the maximum being Rs. 5.

4. Government consider that such Associations in offices and schools will afford facilities to depositors and encourage the habits of thrift among pupils of schools, and are pleased to direct that the Banks of the kind suggested may be started in offices and schools and other large institutions, at the discretion of the Heads of such institutions.

The proposal to start general collecting banks may be deferred for the present.

5. The Comptroller will arrange to start in consultation with the Heads of institutions concerned, Savings Association in offices, schools, factories and similar large institutions, where satisfactory arrangements can be made to carry on the work. A report should be submitted at the end of the year regarding the progress achieved.

6. As regards the special concessions which the Comptroller considers necessary, Government are pleased to direct that the necessary forms and registers may be got printed at the Government Press and supplied to the institutions concerned by the Comptroller. Allowance to the clerks in charge may be paid during the current year from the grant of Rs. 2,000 allotted in Government Order No. 2904-14—A. & I. 228-14-2, dated 22nd December 1915, for the working of Village Savings Banks. In Government Order No. Fl. 3087-136—G. F. 23-15-2, dated 7th January 1916, permission has already been given to all depositors to withdraw money from their Savings Banks accounts once a week.

J. S. CHAKRAVARTI,
Finl. Secy. to Government.

To—The Comptroller, Mysore Government,
The Other Heads of Departments.
The Deputy Commissioners of Districts.

Exd. C.-R.